

**TOWNSHIP OF BURNS
SHIAWASSEE COUNTY
FINANCIAL STATEMENTS
MARCH 31, 2007**

Auditing Procedures Report

Issued under P.A. 2 of 1968, as amended and P.A. 71 of 1919, as amended.

| | | | |
|--|-------------------------------|---|----------------------|
| Local Unit of Government Type <input type="checkbox"/> County <input type="checkbox"/> City <input checked="" type="checkbox"/> Twp <input type="checkbox"/> Village <input type="checkbox"/> Other | | Local Unit Name Burns Township | County Shiawassee |
| Fiscal Year End March 31, 2007 | Opinion Date July 17, 2007 | Date Audit Report Submitted to State 9/05/07 | |

We affirm that:

We are certified public accountants licensed to practice in Michigan.

We further affirm the following material, "no" responses have been disclosed in the financial statements, including the notes, or in the Management Letter (report of comments and recommendations).

- YES NO Check each applicable box below. (See instructions for further detail.)
- ☒ ☐ All required component units/funds/agencies of the local unit are included in the financial statements and/or disclosed in the reporting entity notes to the financial statements as necessary.
 - ☐ ☒ There are no accumulated deficits in one or more of this unit's unreserved fund balances/unrestricted net assets (P.A. 275 of 1980) or the local unit has not exceeded its budget for expenditures.
 - ☒ ☐ The local unit is in compliance with the Uniform Chart of Accounts issued by the Department of Treasury.
 - ☒ ☐ The local unit has adopted a budget for all required funds.
 - ☒ ☐ A public hearing on the budget was held in accordance with State statute.
 - ☒ ☐ The local unit has not violated the Municipal Finance Act, an order issued under the Emergency Municipal Loan Act, or other guidance as issued by the Local Audit and Finance Division.
 - ☒ ☐ The local unit has not been delinquent in distributing tax revenues that were collected for another taxing unit.
 - ☒ ☐ The local unit only holds deposits/investments that comply with statutory requirements.
 - ☒ ☐ The local unit has no illegal or unauthorized expenditures that came to our attention as defined in the *Bulletin for Audits of Local Units of Government in Michigan*, as revised (see Appendix H of Bulletin).
 - ☒ ☐ There are no indications of defalcation, fraud or embezzlement, which came to our attention during the course of our audit that have not been previously communicated to the Local Audit and Finance Division (LAFD). If there is such activity that has not been communicated, please submit a separate report under separate cover.
 - ☒ ☐ The local unit is free of repeated comments from previous years.
 - ☐ ☒ The audit opinion is UNQUALIFIED.
 - ☐ ☒ The local unit has complied with GASB 34 or GASB 34 as modified by MCGAA Statement #7 and other generally accepted accounting principles (GAAP).
 - ☒ ☐ The board or council approves all invoices prior to payment as required by charter or statute.
 - ☒ ☐ To our knowledge, bank reconciliations that were reviewed were performed timely.

If a local unit of government (authorities and commissions included) is operating within the boundaries of the audited entity and is not included in this or any other audit report, nor do they obtain a stand-alone audit, please enclose the name(s), address(es), and a description(s) of the authority and/or commission.

I, the undersigned, certify that this statement is complete and accurate in all respects.

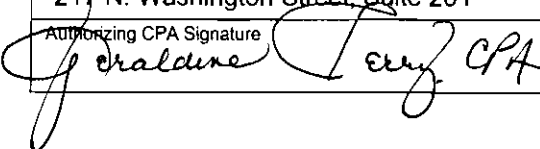
| | | | |
|---|-------------------------------------|--|------------------------------|
| We have enclosed the following: | Enclosed | Not Required (enter a brief justification) | |
| Financial Statements | <input checked="" type="checkbox"/> | | |
| The letter of Comments and Recommendations | <input checked="" type="checkbox"/> | | |
| Other (Describe) | <input type="checkbox"/> | | |
| Certified Public Accountant (Firm Name) Demis and Wenzlick | | Telephone Number 989-723-8227 | |
| Street Address 217 N. Washington Street, Suite 201 | | City Owosso | State MI |
| Zip 48867 | | | |
| Authorizing CPA Signature  | | Printed Name Geraldine Terry | License Number 1101026880 |

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DEMIS and WENZLICK, P.C.

Certified Public Accountants

James Demis, Jr., C.P.A.
LaVearn G. Wenzlick, C.P.A.
Lori S. Chant, C.P.A.
Geraldine Terry, C.P.A.

217 N. Washington Street
Pabst Building, Suite 201
Owosso, MI 48867

989-723-8227 • FAX 989-725-5143
E-MAIL office@dw-cpa.com

Tracy Bublitz
Vicky Clayton
Carol Demis
Jeanette Gaitskill
Kathy Kimmerer
Erica Marks
Janis K. Mead
Tammy Pappas
David Pullen
Vicki E. Schuler
Joyce M. Simmons
Barbara Wenzlick

INDEPENDENT AUDITOR'S REPORT

**Members of the Township Board
Township of Burns
Shiawassee County, Michigan**

We have audited the accompanying general-purpose financial statements of the Township of Burns, Michigan, as of and for the year ended March 31, 2007. These general-purpose financial statements are the responsibility of the Township of Burns, Michigan's management. Our responsibility is to express an opinion on these general-purpose financial statements based on our audit.

We conducted our audit in accordance with auditing standards accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the general-purpose financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the general-purpose financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall general-purpose financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

The municipality has elected not to comply with the provisions of Governmental Accounting Standards Board Statement #34. The basic financial statements were prepared on the modified accrual basis of accounting, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. GASB 34 requires management's discussion and analysis which also has not been presented.

In our opinion, except for the non-application of GASB 34, the general-purpose financial statements referred to above present fairly, in all material respects, the financial position of the Township of Burns, Michigan, as of March 31, 2007, and the results of its operations for the period then ended in conformity with accounting principles generally accepted in the United States of America.

Our audit was made for the purpose of forming an opinion on the general-purpose financial statements taken as a whole. The combining and individual fund and account group financial statements and schedules listed in the table of contents are presented for purposes of additional analysis and are not a required part of the general-purpose financial statements of the Township of Burns. Such information has been subjected to the auditing procedures applied in the audit of the general-purpose financial statements and, in our opinion, is fairly presented in all material respects in relation to the general-purpose financial statements taken as a whole.

Our report of comments and recommendations has been submitted under date of July 17, 2007.

Dornier and Leonghese, PC

Certified Public Accountants

Owosso, Michigan
July 17, 2007

**TOWNSHIP OF BURNS
COMBINED BALANCE SHEET
ALL FUND TYPES AND ACCOUNT GROUPS
MARCH 31, 2007**

| | Governmental Fund Type | | Fiduciary Fund Type | Acct. Group |
|--|-----------------------------------|-----------------------------------|--------------------------------------|--|
| | <u>General</u> | <u>Special Revenue</u> | <u>Trust & Agency</u> | <u>General Fixed Assets</u> |
| ASSETS | | | | |
| Cash – Demand Deposit | \$ 4,989 | \$ 3,549 | \$ 6,286 | \$ |
| Cash – Time Deposit | 555,358 | 211,547 | | |
| Taxes Receivable | 10,220 | 21,609 | | |
| Due from Other Funds | 2,979 | 529 | | |
| Accrued Interest Rec. | 1,637 | | | |
| Fixed Assets | | | | 969,127 |
| TOTAL ASSETS | <u>\$575,183</u> | <u>\$237,234</u> | <u>\$ 6,286</u> | <u>\$969,127</u> |
| LIABILITIES | | | | |
| Accounts Payable | \$ 4,417 | \$ 3,661 | \$ | \$ |
| Due to Other Taxing Auth. | | | 2,778 | |
| Due to Other Funds | | | 3,508 | |
| TOTAL LIABILITIES | <u>\$ 4,417</u> | <u>\$ 3,661</u> | <u>\$ 6,286</u> | <u>\$</u> |
| FUND EQUITY | | | | |
| Investment in General | | | | |
| Fixed Assets | \$ | \$ | \$ | \$969,127 |
| Fund Balance | 570,766 | 233,573 | | |
| TOTAL FUND EQUITY | <u>\$575,183</u> | <u>\$233,573</u> | <u>\$</u> | <u>\$969,127</u> |
| TOTAL LIABILITIES AND FUND EQUITY | <u>\$575,183</u> | <u>\$237,234</u> | <u>\$ 6,286</u> | <u>\$969,127</u> |

The accompanying notes are an integral part of the financial statements.

**TOWNSHIP OF BURNS
COMBINED STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
ALL GOVERNMENTAL FUND TYPES
YEAR ENDED MARCH 31, 2007**

| | <u>General</u> | <u>Special Revenue</u> |
|---|-------------------------|----------------------------|
| REVENUES | | |
| Property Taxes | \$ 76,231 | \$ 192,172 |
| State Shared Revenues | 198,212 | |
| Tax Administration Fees | 19,896 | |
| Interest Income | 27,375 | 12,774 |
| Other | <u>14,549</u> | <u>19,739</u> |
| TOTAL REVENUES | \$336,263 | \$ 224,685 |
| EXPENDITURES | | |
| Township Board | \$ 12,116 | \$ |
| Supervisor | 13,158 | |
| Elections | 4,010 | |
| Assessor | 20,119 | |
| Clerk | 15,209 | |
| Board of Review | 938 | |
| Treasurer | 21,427 | |
| Building and Grounds | 8,382 | |
| Planning Commission | 680 | |
| Cemetery | 3,218 | |
| Insurance | 8,844 | |
| Drains at Large | 3,270 | |
| Roads | 126,521 | |
| Street Lights | 266 | |
| Recycling | 900 | |
| Fire Protection | | 366,086 |
| Ambulance Service | | <u>56,414</u> |
| TOTAL EXPENDITURES | <u>\$239,058</u> | <u>\$ 422,500</u> |
| EXCESS OF REVENUES OVER (UNDER) EXPENDITURES | \$ 97,205 | \$(197,815) |
| Fund Balance April 1, 2006 | <u>473,561</u> | <u>431,388</u> |
| FUND BALANCE AT MARCH 31, 2007 | <u>\$570,766</u> | <u>\$ 233,573</u> |

The accompanying notes are an integral part of the financial statements.

TOWNSHIP OF BURNS
COMBINED STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES.
BUDGET (GAAP BASIS) AND ACTUAL
GENERAL AND SPECIAL REVENUE FUND TYPES
YEAR ENDED MARCH 31, 2007

| | <u>GENERAL FUND</u> | | | <u>SPECIAL REVENUE FUND TYPES</u> | | |
|--|---------------------|-------------------|-------------------------------------|-----------------------------------|-------------------|-------------------------------------|
| REVENUES: | BUDGET | ACTUAL | ACTUAL (OVER) UNDER BUDGET | BUDGET | ACTUAL | ACTUAL (OVER) UNDER BUDGET |
| Property Taxes | \$ 62,000 | \$ 76,231 | \$ (14,231) | \$ 159,000 | \$ 192,172 | \$ (33,172) |
| Grants | | | 0 | | | 0 |
| State Shared Revenues | 180,000 | 198,212 | (18,212) | | | 0 |
| Tax Admin. Fees | 16,000 | 19,896 | (3,896) | | | 0 |
| Interest Income | 7,000 | 27,375 | (20,375) | 3,850 | 12,774 | (8,924) |
| Miscellaneous | 0 | 14,549 | (14,549) | | 19,739 | (19,739) |
| TOTAL REVENUES | \$ 265,000 | \$ 336,263 | \$ (71,263) | \$ 162,850 | \$ 224,685 | \$ (61,835) |
| EXPENDITURES: | | | | | | |
| Township Board | \$ 15,500 | \$ 12,116 | \$ 3,384 | \$ | \$ | \$ |
| Supervisor | 14,000 | 13,158 | 842 | | | |
| Elections | 6,000 | 4,010 | 1,990 | | | |
| Assessor | 21,500 | 20,119 | 1,381 | | | |
| Clerk | 16,000 | 15,209 | 791 | | | |
| Board of Review | 1,000 | 938 | 62 | | | |
| Treasurer | 24,000 | 21,427 | 2,573 | | | |
| Bldg. & Grounds | 15,000 | 8,382 | 6,618 | | | |
| Library | 0 | 0 | 0 | | | |
| Planning Comm. | 1,500 | 680 | 820 | | | |
| Cemetery | 3,500 | 3,218 | 282 | | | |
| Insurance | 10,000 | 8,844 | 1,156 | | | |
| Drains at Large | 7,000 | 3,270 | 3,730 | | | |
| Roads | 145,000 | 126,521 | 18,479 | | | |
| Street Lights | 300 | 266 | 34 | | | |
| Recycling | 900 | 900 | 0 | | | |
| Contingencies and Emergency Service | 11,000 | 0 | 11,000 | | | |
| Fire Protection | 0 | 0 | 0 | 372,750 | 366,086 | 6,664 |
| Ambulance Service | 0 | 0 | 0 | 60,600 | 56,414 | 4,186 |
| TOTAL EXPENDITURES | \$ 292,200 | \$ 239,058 | \$ 53,142 | \$ 433,350 | \$ 422,500 | \$ 10,850 |
| REVENUES OVER (UNDER) EXPENDITURES | \$ (27,200) | \$ 97,205 | \$ (124,405) | \$ (270,500) | \$ (197,815) | \$ (72,685) |
| Fund Balance 04/01/06 | 473,561 | 473,561 | 0 | 431,388 | 431,388 | 0 |
| Fund Balance 03/31/07 | \$ 446,361 | \$ 570,766 | \$ (124,405) | \$ 160,888 | \$ 233,573 | \$ (72,685) |

The accompanying notes are an integral part of the financial statements.

**TOWNSHIP OF BURNS
COMBINED STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
ALL AGENCY FUNDS
FOR THE YEAR ENDED MARCH 31, 2007**

| | <u>Balance 3-31-06</u> | <u>Additions</u> | <u>Deductions</u> | <u>Balance 3-31-07</u> |
|---------------------------------|----------------------------|---------------------|---------------------|----------------------------|
| ASSETS | | | | |
| Cash | \$ <u>8,289</u> | \$ <u>1,872,543</u> | \$ <u>1,874,546</u> | \$ <u>6,286</u> |
| | \$ <u>8,289</u> | \$ <u>1,872,543</u> | \$ <u>1,874,546</u> | \$ <u>6,286</u> |
| LIABILITIES | | | | |
| Due to Other Funds | \$ 4,495 | \$ 306,427 | \$ 307,414 | \$ 3,508 |
| Due to Other Taxing Entities | <u>3,794</u> | <u>1,566,117</u> | <u>1,567,132</u> | <u>2,778</u> |
| | \$ <u>8,289</u> | \$ <u>1,872,543</u> | \$ <u>1,874,546</u> | \$ <u>6,286</u> |

The accompanying notes are an integral part of the financial statements.

**TOWNSHIP OF BURNS
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED MARCH 31, 2007**

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of the Township of Burns conform to generally accepted accounting principles as applicable to governments. The following is a summary of the more significant policies.

FUND ACCOUNTING

The accounts of the Township are organized on the basis of funds and account groups, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues and expenditures, or expenses as appropriate. Government resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. The various funds are grouped, in the financial statements in this report, into generic fund type and broad fund categories as follows:

GOVERNMENT FUNDS

General Fund – The General Fund is the general operating fund of the Township. It is used to account for all financial resources except those required to be accounted for in another fund.

Special Revenue Funds – Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than special assessments, expendable trusts, or major capital projects) that are legally restricted to expenditures for specified purposes.

FIDUCIARY FUNDS

Trust and Agency Funds – Trust and Agency Funds are used to account for assets held by the Township in a trustee capacity or as an agent for individuals, private organization, other governments, and/or other funds. Agency Funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

FIXED ASSETS AND LONG-TERM LIABILITIES

The accounting and reporting treatment applied to the fixed assets and long-term liabilities associated with a fund are determined by its measurement focus. All government funds are accounted for on a spending or "financial flow" measurement focus. This means that only current assets and current liabilities are generally included on their balance sheets. Their reported fund balance (net current assets) is considered a measure of "available spendable resources". Governmental fund operating statements present increases (revenues and other financial sources) and decreases (expenditures and other financial sources) and decreases (expenditures and other financing uses) in net current assets. Accordingly, they are said to present a summary of sources and uses of "available spendable resources" during a period.

**TOWNSHIP OF BURNS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED MARCH 31, 2007**

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

FIXED ASSETS AND LONG-TERM LIABILITIES (CONTINUED)

Fixed assets used in governmental fund type operations (general fixed assets) are accounted for in the General Fixed Asset Group, rather than in governmental funds. Public Domain ("infrastructure") general fixed assets consisting of certain improvements including buildings, other than roads, bridges, curbs and gutters, streets and sidewalks, drainage systems and lighting systems, are capitalized along with other general fixed assets. No depreciation has been provided on general fixed assets.

All fixed assets are valued at historical cost or estimated historical cost if actual historical cost is not available. Donated fixed assets are valued at their estimated fair value on the date donated.

Long-term liabilities expected to be financed from governmental funds are accounted for in the General Long-Term Debt Account Group, not in the governmental funds.

The two account groups are not "funds". They are concerned only with the measurement of financial position. They are not involved with measurement of results of operations.

Because of their spending measurement focus, expenditure recognition for governmental fund types is limited to exclude amounts represented by noncurrent liabilities. Since they do not affect net current assets, such long-term amounts are not recognized as governmental fund type expenditures or fund liabilities. They are instead reported as liabilities in the General Long-Term Debt Account Group.

BASIS OF ACCOUNTING

Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied.

All governmental funds are accounted for using the modified accrual basis of accounting. Their revenues are recognized when they become measurable and available as net current assets. Taxpayer-assessed income, gross receipts and sales taxes are considered "measurable" when in the hands of intermediary collecting governments and are recognized as revenue at that time. Anticipated refunds of such taxes are recorded as liabilities and reductions of revenue when they are measurable and their validity seems certain.

**TOWNSHIP OF BURNS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED MARCH 31, 2007**

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

BASIS OF ACCOUNTING (CONTINUED)

Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred. Exceptions to this general rule include; (1) accumulated unpaid vacation, sick pay, and other employee amounts which are not accrued; and (2) principal and interest on general long-term debt which is recognized when due.

BUDGETS AND BUDGETARY ACCOUNTING

The Township follows these procedures in establishing the budgetary data reflected in the financial statements.

1. Prior to the beginning of the fiscal year, the clerk submits to the Township Board a proposed operating budget for the fiscal year commencing the following April 1. The operating budget includes proposed expenditures and the means of financing them.
2. Public hearings are conducted in the Township to obtain taxpayer comments.
3. Prior to April 1, the budget is legally enacted through board approval.
4. Budgets for the General and Special Revenue Funds are adopted on a basis consistent with generally accepted accounting principles (GAAP).
5. The budgets were amended during the year ended March 31, 2007. The General Fund budget expenditures were increased in Treasurer's office from \$23,000 to \$24,000. The Fire Fund expenditures in fuel and supplies were increased from \$6,000 to \$8,000, truck repairs and maintenance from \$5,000 to \$8,000, insurance from \$9,000 to \$9,800 and miscellaneous expenses from \$1,300 to \$1,900. The Fire Equipment Fund expenditures were increased in miscellaneous expenses from \$0 to \$7,700 and equipment from \$136,000 to \$286,000.

INVESTMENTS

Investments of the Township which consist of interest bearing bank accounts and bank certificates of deposit are stated at cost, which is market value.

COMPARATIVE DATA

Comparative total data for the prior year have been presented in the accompanying financial statements in order to provide an understanding of changes in the Townships financial position and operations. However, comparative data (i.e. presentation of prior year totals by fund type) data has not been presented in each of the statements since their inclusion would make the statements unduly complex and difficult to read.

**TOWNSHIP OF BURNS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED MARCH 31, 2007**

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

SHORT-TERM INTERFUND RECEIVABLES/PAYABLES

During the course of operations, transactions occur between individual funds for services rendered. These receivables and payables are classified as "due from other funds" or "due to other funds" on the balance sheet.

COMPENSATED ABSENCES

The Township does not compensate employees for vacation time, sick time or any other absences.

POST-RETIREMENT HEALTH CARE BENEFITS

The Township does not provide post-retirement health care benefits.

ENCUMBRANCES

Encumbrances represent commitments related to unperformed contracts for goods or services. Encumbrance accounting – under which purchase orders, contracts, and other commitments for the expenditure of resources are recorded to reserve that portion of the applicable appropriation – is utilized in the government fund types. Encumbrances outstanding at year end are reported as reservations of fund balances and do not constitute expenditures or liabilities because the commitments will be honored during the subsequent year. There were no significant encumbrances at year end.

COMPONENT UNITS

The accompanying financial statements present the Township's primary government and component units over which the Township exercises significant influence. Significant influence was determined on the basis of budget adoption, taxing authority, outstanding debt secured by revenues or general obligation of the Township to finance any deficits that may occur or receipt of significant subsidies from the Township. Component units that do not meet the criteria for blending are reported discretely.

Based on the foregoing criteria, there were no organizations that need to be included in the Township's annual report.

**TOWNSHIP OF BURNS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED MARCH 31, 2007**

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

PROPERTY TAX

Taxes levied on December 1, are payable on February 14. Summer taxes are levied July 1, and payable on September 14. The Townships bills and collects its own property taxes and also taxes for the county and local school districts. Collections of the county and school taxes and remittances of them are accounted for in the current tax collection fund. Township property taxes are recognized when levied to the extent that they result in current receivables.

The Township is permitted by the Municipal Finance Law of the state to levy taxes up to 1.0 mill for general governmental services. 0.8790 mill is levied for general services and 1.0000 mill is levied for fire protection and 0.5000 levied for fire equipment and 0.4885 levied for Community District Library.

The delinquent real property taxes of the Township are purchased by the County of Shiawassee. The county sells tax notes, the proceeds of which are used to pay the Township for these delinquent taxes. This is expected to take place during June, 2007. These delinquent taxes have been recorded as revenue for the current year.

USE OF ESTIMATES

Management uses estimates and assumptions in preparing financial statements. Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, and the reported revenues and expenses.

NOTE B – CHANGES IN GENERAL

A schedule of changes in fixed assets is included in the individual financial statement section.

**TOWNSHIP OF BURNS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED MARCH 31, 2007**

NOTE C – INTERFUND RECEIVABLES AND PAYABLES

At March 31, 2007, the individual receivables and payable balances were.

| | <u>Interfund Receivable</u> | <u>Interfund Payable</u> |
|-----------------------------|---------------------------------|------------------------------|
| General Fund | \$ 2,979 | \$ |
| Fire Fund | 235 | |
| Current Tax Collection Fund | | 3,508 |
| Ambulance Fund | 176 | |
| Fire Equipment Fund | <u>118</u> | |
| | <u>\$ 3,508</u> | <u>\$3,508</u> |

NOTE D – INVESTMENTS

The Township's deposits consist of interest bearing checking and savings accounts. At year end the carrying amount of the Township's deposits was \$781,729. Of the bank balance, \$108,852 was covered by Federal Depository Insurance and \$672,877 was insured. Michigan law does not require collateralization of government deposits.

The Township's investments at March 31, 2007, consisted of cash and certificates of deposit at one financial institution.

| <u>INSTITUTION A</u> | <u>Amount</u> | <u>FDIC Insured</u> | <u>Uninsured</u> |
|----------------------|------------------|---------------------|------------------|
| Checking – Demand | \$ 8,852 | \$ 8,852 | \$ |
| Savings – Time | <u>772,877</u> | <u>100,000</u> | <u>672,877</u> |
| | <u>\$781,729</u> | <u>\$108,852</u> | <u>\$672,877</u> |

NOTE E – FIRE EQUIPMENT PURCHASE

The Township signed a purchase agreement on March 27, 2006, for a fire truck and equipment in the amount of \$283,349.

The Township paid in full on September 12, 2006 for the above mentioned purchase agreement in the amount of \$283,349.

**TOWNSHIP OF BURNS
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED MARCH 31, 2007**

NOTE F – EXCESS OF EXPENDITURES OVER APPROPRIATIONS

Michigan Public Act 621 of 1978, Sections 18 and 19, as amended, provides that a local governmental unit not incur expenditures in excess of the amounts appropriated.

In the body of the general purpose financial statements, the Township's budgeted expenditures in the General and Special Revenue Funds have been shown at the functional classification level. The approved budgets of the Township have been adopted at the activity level for the General Fund and the total expenditure level for the Special Revenue Fund.

During the period ended March 31, 2007, the Township incurred expenditures in excess of the amounts appropriated as follows:

| | <u>Appropriated</u> | <u>Amounts Expended</u> | <u>Variance</u> |
|-----------|---------------------|-----------------------------|-----------------|
| Fire Fund | | | |
| Equipment | \$10,500 | \$11,355 | \$ (855) |

**FINANCIAL STATEMENTS
OF
INDIVIDUAL FUNDS**

GENERAL FUND

To account for resources traditionally associated with governments which are not required to be accounted for in another fund.

**TOWNSHIP OF BURNS
GENERAL FUND
COMPARATIVE BALANCE SHEET
MARCH 31, 2007 AND 2006**

ASSETS

| | <u>2007</u> | <u>2006</u> |
|-------------------------------|-------------------------|-------------------------|
| Cash in Bank – Demand Account | \$ 4,989 | \$ 11,882 |
| Cash in Bank – Time Deposits | 555,358 | 454,725 |
| Taxes Receivable | 10,220 | 9,651 |
| Accrued Interest Receivable | 1,637 | 792 |
| Due from Other Funds | <u>2,979</u> | <u>3,756</u> |
| | <u>\$575,183</u> | <u>\$480,806</u> |

LIABILITIES

| | | |
|---|-------------------------|-------------------------|
| Accounts Payable | \$ 4,417 | \$ 7,245 |
| General Fund Balance | <u>570,766</u> | <u>473,561</u> |
| TOTAL LIABILITIES AND FUND BALANCE | <u>\$575,183</u> | <u>\$480,806</u> |

The accompanying notes are an integral part of the financial statements.

**TOWNSHIP OF BURNS
GENERAL FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE – BUDGET AND ACTUAL
YEAR ENDED MARCH 31, 2007 AND 2006**

| | | <u>2007</u> | | <u>2006</u> |
|-------------------------|------------------|------------------|--|------------------|
| | <u>Budget</u> | <u>Actual</u> | Actual (Over) Under <u>Budget</u> | <u>Actual</u> |
| REVENUES | | | | |
| Property Taxes | \$ 62,000 | \$ 76,231 | \$ (14,231) | \$ 72,641 |
| State Shared Revenues | 180,000 | 198,212 | (18,212) | 197,469 |
| Tax Administration Fee | 16,000 | 19,896 | (3,896) | 18,622 |
| Interest Income | 7,000 | 27,375 | (20,375) | 16,130 |
| Other | | <u>14,549</u> | <u>(14,549)</u> | <u>15,974</u> |
| TOTAL REVENUES | \$265,000 | \$336,263 | \$ (71,263) | \$320,836 |
| EXPENDITURES | | | | |
| Township Board | | | | |
| Salaries | \$ | \$ 1,890 | \$ | \$ 2,570 |
| Supplies | | 768 | | 723 |
| Dues & Prof. Serv. | | 1,595 | | 1,575 |
| Education | | 557 | | 204 |
| Printing & Publishing | | 176 | | 167 |
| Audit | | 3,400 | | 3,300 |
| Miscellaneous | | 117 | | 157 |
| Payroll Tax Exp. | | <u>3,613</u> | | <u>3,423</u> |
| TOTAL TWP. BOARD | \$ 15,500 | \$ 12,116 | \$ 3,384 | \$ 12,119 |
| Supervisor | | | | |
| Salaries | \$ | \$ 12,600 | \$ | \$ 12,100 |
| Mileage | | <u>558</u> | | <u>473</u> |
| TOTAL SUPERVISOR | \$ 14,000 | \$ 13,158 | \$ 842 | \$ 12,573 |
| Elections | | | | |
| Salaries | \$ | \$ 2,488 | \$ | \$ 118 |
| Supplies | | 1,149 | | 1,084 |
| Mileage | | 266 | | |
| Printing & Publishing | | <u>107</u> | | <u>18</u> |
| TOTAL ELECTIONS | \$ 6,000 | \$ 4,010 | \$ 1,990 | \$ 1,220 |
| Assessor: | | | | |
| Supplies | \$ 18,000 | \$ 18,000 | \$ | \$ 18,000 |
| Supplies | <u>3,500</u> | <u>2,119</u> | <u>1,381</u> | <u>2,108</u> |
| TOTAL ASSESSOR | \$ 21,500 | \$ 20,119 | \$ 1,381 | \$ 20,108 |

The accompanying notes are an integral part of the financial statements.

**TOWNSHIP OF BURNS
GENERAL FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL (CONTINUED)
YEAR ENDED MARCH 31, 2007 AND 2006**

| | | <u>2007</u> | | <u>2006</u> |
|---|-------------------------|-------------------------|--|-------------------------|
| | <u>Budget</u> | <u>Actual</u> | Actual (Over) Under <u>Budget</u> | <u>Actual</u> |
| EXPENDITURES | | | | |
| Clerk | | | | |
| Salaries | \$ | \$ 14,590 | \$ | \$ 13,535 |
| Supplies | | 422 | | 246 |
| Mileage | | <u>197</u> | | <u>123</u> |
| TOTAL CLERK | \$ 16,000 | \$ 15,209 | \$ 791 | \$ 13,904 |
| Board of Review | | | | |
| Salaries | \$ | \$ <u>938</u> | \$ | \$ <u>713</u> |
| TOTAL BOARD OF REV. | \$ 1,000 | \$ 938 | \$ 62 | \$ 713 |
| Treasurer | | | | |
| Salaries | \$ | \$ 15,346 | \$ | \$ 14,857 |
| Supplies | | 6,044 | | 6,788 |
| Mileage | | <u>37</u> | | <u>112</u> |
| TOTAL TREASURER | \$ 24,000 | \$ 21,427 | \$ 2,573 | \$ 21,757 |
| Building & Grounds | | | | |
| Utilities | \$ 6,000 | \$ 4,915 | \$ 1,085 | \$ 4,113 |
| Capital Outlay | 3,000 | | 3,000 | |
| Repair & Maintenance | <u>6,000</u> | <u>3,467</u> | <u>2,533</u> | <u>4,162</u> |
| TOTAL BUILDING & GROUNDS | \$ 15,000 | \$ 8,382 | \$ 6,618 | \$ 8,275 |
| Library | \$ | \$ | \$ | \$ |
| Planning Commission | 1,500 | 680 | 820 | 425 |
| Cemetery | 3,500 | 3,218 | 282 | 3,050 |
| Insurance | 10,000 | 8,844 | 1,156 | 8,479 |
| Drains at Large | 7,000 | 3,270 | 3,730 | 3,060 |
| Roads | 145,000 | 126,521 | 18,479 | 137,433 |
| Street Lights | 300 | 266 | 34 | 243 |
| Recycling | 900 | 900 | | 900 |
| Contingencies & Emergency Services | <u>11,000</u> | | <u>11,000</u> | |
| TOTAL EXPENDITURES | <u>\$292,200</u> | <u>\$239,058</u> | <u>\$ 53,142</u> | <u>\$244,259</u> |

The accompanying notes are an integral part of the financial statements.

**TOWNSHIP OF BURNS
GENERAL FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL (CONTINUED)
YEAR ENDED MARCH 31, 2007 AND 2006**

| | <u>2007</u> | | <u>2006</u> | |
|---|------------------|------------------|--|------------------|
| | <u>Budget</u> | <u>Actual</u> | Actual (Over) Under <u>Budget</u> | <u>Actual</u> |
| EXCESS OF REVENUES OVER (UNDER) EXPENDITURES | \$ (27,200) | \$ 97,205 | \$(124,405) | \$ 76,577 |
| Fund Balance April 1, | <u>473,561</u> | <u>473,561</u> | _____ | <u>396,984</u> |
| FUND BALANCE MARCH 31, | <u>\$446,361</u> | <u>\$570,766</u> | <u>\$(124,405)</u> | <u>\$473,561</u> |

The accompanying notes are an integral part of the financial statements.

SPECIAL REVENUE FUNDS

FIRE FUND

Fire Fund is used to account for fees received and monies disbursed for Township fire protection.

FIRE EQUIPMENT FUND

Fire Equipment Fund is used to account for property tax levied to be used for purchasing fire equipment.

AMBULANCE FUND

Ambulance Fund is used to account for fees received and monies disbursed for Township ambulance service.

**TOWNSHIP OF BURNS
COMPARATIVE SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET
MARCH 31, 2007 AND 2006**

| | <u>2007</u> | | | | <u>2006</u> |
|---------------------------------------|-------------------------|---------------------------|------------------------|-------------------------|-------------------------|
| | <u>Fire</u> | <u>Fire Equipment</u> | <u>Ambulance</u> | <u>Totals</u> | <u>Totals</u> |
| ASSETS | | | | | |
| Cash-Demand Deposits | \$ 2,900 | \$ 649 | \$ | \$ 3,549 | \$ 6,681 |
| Cash-Time Deposit | 100,040 | 69,977 | 41,530 | 211,547 | 282,156 |
| Taxes Receivable | 9,426 | 4,712 | 7,471 | 21,609 | 20,288 |
| Accrued Interest Rec. | | | | | 1,228 |
| Due from Other Funds | <u>235</u> | <u>118</u> | <u>176</u> | <u>529</u> | <u>740</u> |
| | <u>\$112,601</u> | <u>\$ 75,456</u> | <u>\$49,177</u> | <u>\$237,234</u> | <u>\$311,093</u> |
| RESTRICTED ASSETS | | | | | |
| Cash-Time Deposits | \$ _____ | \$ _____ | \$ _____ | \$ _____ | <u>\$120,540</u> |
| TOTAL ASSETS | <u>\$112,601</u> | <u>\$ 75,456</u> | <u>\$49,177</u> | <u>\$237,234</u> | <u>\$431,633</u> |
| LIABILITIES | | | | | |
| Accounts Payable | \$ 3,661 | \$ | \$ | \$ 3,661 | \$ 245 |
| FUND BALANCE | | | | | |
| Reserved for Equipment Replacement | \$ | \$ 75,456 | \$ | \$ 75,456 | \$272,134 |
| Unreserved | <u>108,940</u> | <u></u> | <u>49,177</u> | <u>158,117</u> | <u>159,254</u> |
| | <u>\$108,940</u> | <u>\$ 75,456</u> | <u>\$49,177</u> | <u>\$233,573</u> | <u>\$431,388</u> |
| | <u>\$112,601</u> | <u>\$ 75,456</u> | <u>\$49,177</u> | <u>\$237,234</u> | <u>\$431,633</u> |

The accompanying notes are an integral part of the financial statements.

**TOWNSHIP OF BURNS
SPECIAL REVENUE FUNDS
COMPARATIVE COMBINING STATEMENT OF REVENUES
EXPENDITURES AND CHANGES IN FUND BALANCE
YEARS ENDED MARCH 31, 2007 AND 2006**

| | <u>Fire</u> | <u>Fire Equipment</u> | <u>Ambulance</u> | <u>Totals</u> | <u>Totals</u> |
|---|----------------------------|---------------------------|-----------------------------|-----------------------------|-----------------------------|
| REVENUES | | | | | |
| Grants | \$ | \$ | \$ | \$ | \$ |
| Property Taxes | 86,747 | 43,370 | 62,055 | 192,172 | 181,817 |
| Interest Income | 4,325 | 7,099 | 1,350 | 12,774 | 12,019 |
| Miscellaneous | <u>57</u> | <u>19,682</u> | | <u>19,739</u> | <u>532</u> |
| TOTAL REVENUES | \$ 91,129 | \$ 70,151 | \$ 63,405 | \$ 224,685 | \$ 194,368 |
| EXPENDITURES | | | | | |
| Office Supplies | \$ | \$ | \$ | \$ | \$ 1,894 |
| Fire Protection | 72,879 | 293,207 | | 366,086 | 59,697 |
| Ambulance Service | | | <u>56,414</u> | <u>56,414</u> | <u>69,600</u> |
| TOTAL EXPEND. | \$ <u>72,879</u> | \$ <u>293,207</u> | \$ <u>56,414</u> | \$ <u>422,500</u> | \$ <u>131,191</u> |
| EXCESS OF REVENUES OVER (UNDER) EXPENDITURES | \$ 18,250 | \$ (223,056) | \$ 6,991 | \$ (197,815) | \$ 63,177 |
| OTHER SOURCES (USES) | | | | | |
| Transfers In | \$ | \$ 146,918 | \$ | \$ 146,918 | \$ |
| Transfers Out | <u>(146,918)</u> | <u> </u> | <u> </u> | <u>(146,918)</u> | <u> </u> |
| TOTAL OTHER SOURCES (USES) OF FUNDS | \$ <u>(146,918)</u> | \$ <u>146,918</u> | \$ <u> </u> | \$ <u> </u> | \$ <u> </u> |
| EXCESS OF REVENUES OVER (UNDER) EXPENDITURES AND OTHER SOURCES (USES) OF FUNDS | \$(128,668) | \$ (76,138) | \$ 6,991 | \$ (197,815) | \$ |
| Fund Balance April 1, | <u>237,608</u> | <u>151,594</u> | <u>41,186</u> | <u>431,388</u> | <u>368,211</u> |
| FUND BALANCE MARCH 31, | \$ <u>108,940</u> | \$ <u>75,456</u> | \$ <u>49,177</u> | \$ <u>233,573</u> | \$ <u>431,388</u> |

The accompanying notes are an integral part of the financial statements.

**TOWNSHIP OF BURNS
COMPARATIVE BALANCE SHEET
MARCH 31, 2007 AND 2006**

FIRE FUND

| | <u>2007</u> | <u>2006</u> |
|--|----------------------|----------------------|
| ASSETS | | |
| Cash in Bank – Demand | \$ 2,900 | \$ 4,637 |
| Cash in Bank – Time Deposits | 100,040 | 102,871 |
| Taxes Receivable | 9,426 | 8,680 |
| Accrued Interest Receivable | | 813 |
| Due from Other Funds | <u>235</u> | <u>312</u> |
| | <u>\$112,601</u> | <u>\$117,313</u> |
| RESTRICTED ASSETS | | |
| Cash – Savings | \$ <u> </u> | \$120,540 |
| TOTAL ASSETS | <u>\$112,601</u> | <u>\$237,853</u> |
| LIABILITIES | | |
| Accounts Payable | \$ 3,661 | \$ 245 |
| FIRE FUND BALANCE | | |
| Reserved for Equipment | \$ | \$120,540 |
| Unreserved | <u>108,940</u> | <u>117,068</u> |
| | <u>\$108,940</u> | <u>\$237,608</u> |
| TOTAL LIABILITIES AND FIRE FUND BALANCE | <u>\$112,601</u> | <u>\$237,853</u> |

The accompanying notes are an integral part of the financial statements.

**TOWNSHIP OF BURNS
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
YEARS ENDED MARCH 31, 2007 AND 2006**

FIRE FUND

| | | <u>2007</u> | | <u>2006</u> |
|--|-------------------------|--------------------------|--|-------------------------|
| | <u>Budget</u> | <u>Actual</u> | Actual (Over) Under <u>Budget</u> | <u>Actual</u> |
| REVENUES | | | | |
| Property Taxes | \$ 70,000 | \$ 86,747 | \$ (16,747) | \$ 80,564 |
| Interest Earned | 3,000 | 4,325 | (1,325) | 7,085 |
| Miscellaneous | | <u>57</u> | <u>(57)</u> | <u>532</u> |
| TOTAL REVENUES | \$ 73,000 | \$ 91,129 | \$ (18,129) | \$ 88,181 |
| EXPENDITURES | | | | |
| Salaries | \$ 27,500 | \$ 25,236 | \$ 2,264 | \$ 21,693 |
| Office Supplies | 1,650 | 1,249 | 401 | 1,574 |
| Fuel & Supplies | 8,000 | 8,000 | | 5,465 |
| Insurance | 9,800 | 9,759 | 41 | 8,329 |
| Medical | 1,600 | 1,050 | 550 | 900 |
| Utilities & Miscellaneous | 3,400 | 3,218 | 182 | 2,886 |
| Mileage | 1,600 | 1,271 | 329 | 849 |
| Repairs & Maintenance | 8,000 | 7,905 | 95 | 4,988 |
| Education & Training | 4,500 | 1,930 | 2,570 | 1,645 |
| Equipment | 10,500 | 11,355 | (855) | 7,204 |
| Payroll Tax | <u>2,500</u> | <u>1,906</u> | <u>594</u> | <u>1,673</u> |
| TOTAL EXPENDITURES | \$ <u>79,050</u> | \$ <u>72,879</u> | \$ <u>6,171</u> | \$ <u>57,206</u> |
| EXCESS OF REVENUES OVER (UNDER) | | | | |
| EXPENDITURES | \$ (6,050) | \$ 18,250 | \$ (24,300) | \$ 30,975 |
| OTHER SOURCES (USES) OF FUNDS | | | | |
| Transfers Out | _____ | <u>(146,918)</u> | <u>(146,918)</u> | _____ |
| EXCESS OF REVENUES OVER (UNDER) | | | | |
| EXPENDITURES AND OTHER SOURCES (USES) | | | | |
| OF FUNDS | \$ (6,050) | \$ (128,668) | \$ 122,618 | \$ |
| Fund Balance April 1, | <u>237,608</u> | <u>237,608</u> | _____ | <u>206,633</u> |
| FUND BALANCE | | | | |
| MARCH 30, | <u>\$231,558</u> | <u>\$ 108,940</u> | <u>\$ 122,618</u> | <u>\$237,608</u> |

The accompanying notes are an integral part of the financial statements.

**TOWNSHIP OF BURNS
BALANCE SHEET
MARCH 31, 2007 AND 2006**

FIRE EQUIPMENT FUND

| | <u>2007</u> | <u>2006</u> |
|--|----------------------------|-----------------------------|
| ASSETS | | |
| Cash – Demand Deposits | \$ 649 | \$ 2,044 |
| Cash – Time Deposits | 69,977 | 144,639 |
| Assessment Receivable | 4,712 | 4,340 |
| Accrued Interest Receivable | | 415 |
| Due from Other Funds | <u>118</u> | <u>156</u> |
| TOTAL ASSETS | <u>\$75,456</u> | <u>\$151,594</u> |
| Fire Equipment Fund Balance | <u>\$75,456</u> | <u>\$151,594</u> |

The accompanying notes are an integral part of the financial statements.

**TOWNSHIP OF BURNS
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
YEAR ENDED MARCH 31, 2007 AND 2006**

FIRE EQUIPMENT FUND

| | | <u>2007</u> | | <u>2006</u> |
|---|---------------------------|-------------------------|--|--------------------------|
| | <u>Budget</u> | <u>Actual</u> | Actual (Over) Under <u>Budget</u> | <u>Actual</u> |
| REVENUES | | | | |
| Grants/Misc. Income | \$ | \$ 19,682 | \$ (19,682) | \$ |
| Assessments | 35,000 | 43,370 | (8,370) | 40,278 |
| Interest Earned | 350 | 7,099 | (6,749) | 4,111 |
| TOTAL REVENUES | \$ 35,350 | \$ 70,151 | \$ (34,801) | \$ 44,389 |
| EXPENDITURES | | | | |
| Bank Fees/Misc. Exp. | \$ 7,700 | \$ 7,658 | \$ 42 | \$ |
| Equipment Purchased | 286,000 | 285,549 | 451 | 4,385 |
| TOTAL EXPEND. | \$ 293,700 | \$ 293,207 | \$ 493 | \$ 4,385 |
| EXCESS OF REVENUES OVER (UNDER) EXPENDITURES | \$(258,350) | \$ (223,056) | \$ (35,294) | \$ 40,004 |
| OTHER SOURCES (USES) OF FUNDS | | | | |
| Transfer In | _____ | <u>146,918</u> | <u>146,918</u> | _____ |
| EXCESS OF REVENUES OVER (UNDER) EXPENDITURES AND OTHER SOURCES (USES) OF FUNDS | \$(258,350) | \$ (76,138) | \$ (182,212) | \$ |
| Fund Balance April 1, | <u>151,594</u> | <u>151,594</u> | _____ | <u>111,590</u> |
| FUND BALANCE MARCH 31, | <u>\$(106,756)</u> | <u>\$ 75,456</u> | <u>\$ (182,212)</u> | <u>\$ 151,594</u> |

The accompanying notes are an integral part of the financial statements.

**TOWNSHIP OF BURNS
COMPARATIVE BALANCE SHEET
MARCH 31, 2007 AND 2006**

AMBULANCE FUND

| | <u>2007</u> | <u>2006</u> |
|-----------------------------------|-----------------------------|-----------------------------|
| ASSETS | | |
| Cash in Bank – Time Deposits | \$ 41,530 | \$ 34,646 |
| Assessment Receivable | 7,472 | 7,268 |
| Due from Other Funds | <u>175</u> | <u>272</u> |
| TOTAL ASSETS | <u>\$ 49,177</u> | <u>\$ 42,186</u> |
| AMBULANCE FUND BALANCE | <u>\$ 49,177</u> | <u>\$ 42,186</u> |

The accompanying notes are an integral part of the financial statements.

**TOWNSHIP OF BURNS
COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
YEARS ENDED MARCH 31, 2007 AND 2006**

AMBULANCE FUND

| | <u>2007</u> | | | <u>2006</u> |
|---|-------------------------|-------------------------|--|-------------------------|
| | <u>Budget</u> | <u>Actual</u> | Actual (Over) Under <u>Budget</u> | <u>Actual</u> |
| REVENUES | | | | |
| Assessment | \$54,000 | \$62,055 | \$ (8,055) | \$ 60,975 |
| Interest Earned | <u>500</u> | <u>1,350</u> | <u>(850)</u> | <u>823</u> |
| TOTAL REVENUES | \$54,500 | \$63,405 | \$ (8,905) | \$ 61,798 |
| EXPENDITURES | | | | |
| Ambulance Service | \$60,000 | \$56,338 | \$ 3,662 | \$ 69,000 |
| Legal & Miscellaneous | <u>600</u> | <u>76</u> | <u>524</u> | <u>600</u> |
| TOTAL EXPENDITURES | \$60,600 | \$56,414 | \$ 4,186 | \$ 69,600 |
| EXCESS OF REVENUES OVER (UNDER) EXPENDITURES | \$ (6,100) | \$ 6,991 | \$ (13,091) | \$ (7,802) |
| Fund Balance April 1, | <u>42,186</u> | <u>42,186</u> | _____ | <u>49,988</u> |
| FUND BALANCE MARCH 31, | \$ <u>36,086</u> | \$ <u>49,177</u> | \$ <u>(13,091)</u> | \$ <u>42,186</u> |

The accompanying notes are an integral part of the financial statements.

FIDUCIARY FUND

CURRENT TAX COLLECTION FUND

Current Tax Collection Fund is used to receive the Township's current tax collections and to distribute such monies to the Township funds involved therein, and to other governmental agencies.

**TOWNSHIP OF BURNS
CURRENT TAX COLLECTION FUND
COMPARATIVE BALANCE SHEET
MARCH 31, 2007 AND 2006**

| | <u>2007</u> | <u>2006</u> |
|------------------------------|----------------|----------------|
| ASSETS | | |
| Cash Demand Deposits | \$6,286 | \$8,289 |
| | <u>\$6,286</u> | <u>\$8,289</u> |
| LIABILITIES | | |
| Due to Other Funds | \$3,508 | \$4,495 |
| Due to Other Taxing Entities | <u>2,778</u> | <u>3,794</u> |
| | \$6,286 | \$8,289 |
| FUND BALANCE | | |
| | <u>\$6,286</u> | <u>\$8,289</u> |

The accompanying notes are an integral part of the financial statements.

**TOWNSHIP OF BURNS
CURRENT TAX COLLECTION FUND
COMPARATIVE STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS
YEARS ENDED MARCH 31, 2007 AND 2006**

| | <u>2007</u> | <u>2006</u> |
|---|---------------------------|---------------------------|
| BALANCE APRIL 1, | \$ 8,289 | \$ 8,366 |
| RECEIPTS | | |
| Current Property Taxes | \$1,797,534 | \$1,683,884 |
| Delinquent Property Taxes | 38,497 | 31,973 |
| Collection Fees | 17,960 | 16,781 |
| Dog Licenses | 1,950 | 2,330 |
| Interest Earned | 2,214 | 1,692 |
| Overpayments | 12,283 | 9,686 |
| Penalties | <u>2,105</u> | <u>1,448</u> |
| TOTAL RECEIPTS AND BEGINNING BALANCE | \$1,880,832 | \$1,756,160 |
| DISBURSEMENTS | | |
| Shiawassee County | \$1,359,363 | \$1,282,031 |
| Byron Schools | 128,633 | 109,299 |
| Durand Schools | 36,989 | 33,917 |
| General Fund | 103,977 | 94,994 |
| Fire Fund | 86,079 | 78,910 |
| Fire Equipment Fund | 43,036 | 39,450 |
| Ambulance Fund | 61,948 | 60,170 |
| Library | 42,147 | 39,414 |
| Refunds & Returned Checks | <u>12,374</u> | <u>9,686</u> |
| TOTAL DISBURSEMENTS | <u>\$1,874,546</u> | <u>\$1,747,871</u> |
| BALANCE MARCH 31, | <u>\$ 6,286</u> | <u>\$ 8,289</u> |

The accompanying notes are an integral part of the financial statements.

GENERAL FIXED ASSET ACCOUNT GROUP

To account for fixed assets of the Township.

**TOWNSHIP OF BURNS
GENERAL FIXED ASSETS ACCOUNT GROUP
SCHEDULE OF GENERAL FIXED ASSETS
MARCH 31, 2007**

ASSETS

| | |
|-------------------------------|-------------------------|
| Land and Buildings | \$177,423 |
| Furniture and Fixtures | 33,450 |
| Fire Trucks | 436,786 |
| Fire Equipment | <u>321,468</u> |
| | <u>\$969,127</u> |

FUND BALANCE

| | |
|---|-------------------------|
| Investment in General Fixed Assets | <u>\$969,127</u> |
|---|-------------------------|

The accompanying notes are an integral part of the financial statements.

**TOWNSHIP OF BURNS
GENERAL FIXED ASSETS GROUP OF ACCOUNTS
SCHEDULE OF CHANGES IN GENERAL FIXED ASSETS
MARCH 31, 2007 TO MARCH 31, 2006**

ASSETS

| | <u>Balance</u> <u>3-31-06</u> | <u>Additions</u> | <u>Deletions</u> | <u>Balance</u> <u>3-31-07</u> |
|----------------------|--|-------------------------|-------------------------|--|
| Land and Buildings | \$177,423 | \$ | \$ | \$177,423 |
| Furniture & Fixtures | 33,450 | | | 33,450 |
| Fire Trucks | 222,894 | 283,349 | 69,457 | 436,786 |
| Fire Equipment | <u>308,849</u> | <u>12,619</u> | | <u>321,468</u> |
| | <u>\$742,616</u> | <u>\$295,968</u> | <u>\$69,457</u> | <u>\$969,127</u> |

The accompanying notes are an integral part of the financial statements.



DEMIS and WENZLICK, P.C.

Certified Public Accountants

217 N. Washington Street
Pabst Building, Suite 201
Owosso, MI 48867

989-723-8227 • FAX 989-725-5143
E-MAIL office@dw-cpa.com

James Demis, Jr., C.P.A.
LaVearn G. Wenzlick, C.P.A.
Lori S. Chant, C.P.A.
Geraldine Terry, C.P.A.

Tracy Bubltz
Vicky Clayton
Carol Demis
Jeanette Gaitskill
Kathy Kimmerer
Erica Marks
Janis K. Mead
Tammy Pappas
David Pullen
Vicki E. Schuler
Joyce M. Simmons
Barbara Wenzlick

**Burns Township
Shiawassee County, Michigan**

In compliance with the provisions of Section 11, Paragraph 2, of Act 2, Public Acts of 1968, we discovered the following areas which required specific recommendation, as a result of the audit our firm performed on the financial statements of Burns Township for the year ended March 31, 2007.

BUDGET

The State Revenue Sharing Distribution Law, P.A. 176 of 1980, includes a compliance requirement in budgeting. It is important under this act that expenditures do not exceed the budget. Expenditures include accounts payable at December 31. Budgeted expenditures cannot exceed budgeted revenues plus the beginning fund balance. During our audit we noticed certain expenditures exceeding budgeting amounts. Care should be taken that expenditures do not exceed the budget. Amendments, if any, must occur before December 31.

We wish to thank the board for the excellent cooperation we received in performing the Township audit. If we can be of any further assistance to the township please contact us.

Sincerely,

Demis and Wenzlick, P.C.

Certified Public Accountants

**Owosso, Michigan
July 17, 2007**